

Dear Madam Speaker:

Pursuant to Section 36(c) and 36(d) of the Arms Export Control Act, I am transmitting, herewith, certification of a proposed manufacturing license agreement for the manufacture of significant military equipment abroad and the export of defense services and defense articles in the amount of \$100,000,000 or more.

The transaction contained in the attached certification involves the transfer of technical data, defense services, and hardware to Japan to support the manufacture of Chukar II and Chukar III Aerial Target Systems for the Ministry of Defense of Japan.

The United States Government is prepared to license the export of these items having taken into account political, military, economic, human rights and arms control considerations.

More detailed information is contained in the formal certification which, though unclassified, contains business information submitted to the Department of State by the applicant, publication of which could cause competitive harm to the United States firm concerned.

Sincerely,

Richard R. Verma  
Acting Assistant Secretary  
Legislative Affairs

Enclosure:

Transmittal No. DDTC 083-09

The Honorable  
Nancy Pelosi,  
Speaker of the House of Representatives.

DEPARTMENT OF STATE  
TRANSMITTAL NO. DDTC 083-09  
CERTIFICATION OF PROPOSED ISSUANCE OF AN EXPORT  
LICENSE PURSUANT TO SECTIONS 36(c) and 36(d)  
OF THE ARMS EXPORT CONTROL ACT

(1) Foreign Country or International Organization to Which Export Will Be Made:

Japan

(2) Dollar Value of the Proposed Export:

(a) Current Notification Value: \$38,075,000

(b) Total Notification Value: \$278,000,000

(3) Description of the Transaction:

(a) Current Notification Scope: Northrop Grumman Corporation proposes the transfer of technical data, defense services, and hardware to NEC Corporation, NEC Network and Sensor Systems Ltd., Itochu Corporation, Itochu Aviation Company Ltd., and Northrop Grumman International, Inc. to support the ongoing manufacture of Chukar Aerial Target Systems. These systems are turbojet powered, unmanned targets that simulate both fighters and anti-ship cruise missiles. This authorization would both expand the current scope by adding the Chukar II system and increase the value to account for the added system. The agreement would be valid until July 2018.

(b) Total Scope: This program was last notified under DTC 123-08 for \$117,972,784 on September 30, 2008.

(4) Offset Arrangement: None.

(5) Authorized Sales Territory: Japan.

(6) Date Certification Delivered to Congress:

NOTE: This report, although unclassified, is derived from information submitted to the Department of State by the applicant which is subject to the confidentiality requirements of section 38(e) of the Arms Export Control Act. Disclosure of an applicant's prices and customers could result in competitive injury.